



A Guide to Your CalPERS

Temporary Annuity

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INTRODUCTION

Temporary annuity is an optional benefit you can choose that provides additional monthly income to temporarily enhance your pension from CalPERS. This additional benefit could enable you to coordinate your CalPERS benefits with other income you may receive, for example, from deferred compensation or Social Security, and allow you to retire earlier.

The type of temporary annuity you are eligible for depends on your CalPERS membership date.

Membership date of January 1, 2002, or later — the benefit is payable from your retirement date to a specific age that you select — whole age from 62 to 70. You must have CalPERS service coordinated with Social Security to be eligible for this benefit. The amount of temporary annuity you request cannot exceed your estimated Social Security benefit. You must request an estimate of your Social Security benefit from the Social Security Administration before applying for a CalPERS service retirement.

..... Or

Membership date prior to January 1, 2002 — the benefit is payable from your retirement date to a specific age that you select — age 59½ or any whole age from 60 to 68. You can also specify the dollar amount you want to receive, within certain limitations. The amount of temporary annuity is not dependent on the amount of your estimated Social Security benefit.

Note: This benefit is not free. The temporary annuity benefit is funded by a lifetime reduction to your retirement allowance.

Am I Eligible?

To be eligible for temporary annuity, you must retire with a service retirement. You are not eligible for temporary annuity if you retire due to disability.

How Does it Work?

Your lifetime retirement allowance is reduced for each dollar of temporary annuity you receive.

Tables and examples with estimates of the amount that will be subtracted from your allowance are shown on pages 4, 5, and 6. If you became a CalPERS member **prior** to July 1, 1982, use the table on page 4. If you became a CalPERS member **on or after** July 1, 1982 and prior to January 1, 2002, use the table on page 5. If you became a CalPERS member after January 1, 2002, use the table on page 6. The amounts listed in these tables are based on \$100 of temporary annuity with employers who contract for a 2 percent cost-of-living adjustment (COLA). Your actual cost can vary if your employer contracts with CalPERS for a higher COLA. Only whole years are shown, but you should be aware that the cost decreases for each quarter year of your age.

Because the monthly lifetime allowance reduction for those who became CalPERS members on or after July 1, 1982 differ based on your employer, the table shows the **highest** cost per \$100 of temporary annuity. Your actual cost for the benefit could be less.

You can request a CalPERS-generated retirement estimate with temporary annuity using **myCalPERS**. Log in at **my.calpers.ca.gov** and select “My Planning Tools/Request My Retirement Estimate” from the left-side navigation menu. You can also complete the *CalPERS Retirement Allowance Estimate Request* form at the back of this publication and mail it to CalPERS.

TEMPORARY ANNUITY COST

CalPERS Membership Date Prior to July 1, 1982 (Cost Per \$100 of Temporary Annuity)

		Termination Age									
		59½	60	61	62	63	64	65	66	67	68
Retirement Age Shown in whole years. Actual cost decreases for each ¼ year of age.	50	\$52.62	\$54.60	\$58.42	\$62.01	\$65.38	\$68.55	\$71.54	\$74.34	\$76.97	\$79.45
	51	48.90	51.03	55.13	58.99	62.61	66.01	69.22	72.23	75.06	77.72
	52	44.85	47.14	51.55	55.69	59.58	63.24	66.68	69.91	72.95	75.81
	53	40.44	42.91	47.64	52.09	56.28	60.21	63.91	67.39	70.66	73.73
	54	35.64	38.29	43.38	48.17	52.67	56.90	60.88	64.62	68.13	71.44
	55	30.40	33.26	38.74	43.89	48.73	53.28	57.56	61.59	65.37	68.93
	56	24.68	27.76	33.66	39.20	44.42	49.32	53.93	58.26	62.33	66.16
	57	18.44	21.75	28.10	34.08	39.69	44.97	49.93	54.60	58.99	63.11
	58	11.62	15.19	22.03	28.47	34.52	40.21	45.56	50.58	55.31	59.75
	59	4.09	8.01	15.39	22.33	28.85	34.98	40.75	46.17	51.26	56.05
	60			8.12	15.61	22.64	29.26	35.48	41.32	46.82	51.99
	61				8.24	15.84	22.98	29.69	36.00	41.94	47.51
	62					8.37	16.09	23.34	30.16	36.57	42.59
	63						8.51	16.35	23.73	30.66	37.18
	64							8.66	16.65	24.15	31.21
	65								8.83	16.96	24.61
	66									9.01	17.31
	67										9.20

The following examples show how your lifetime retirement benefit would be reduced if you choose a **temporary annuity for 3½, 7, or 12 years**.

Temporary Annuity
Termination Age: 59½ (minimum)

Retirement Age: 56

Monthly Temporary
Annuity Amount: \$500

Cost of Temporary Annuity:
\$24.68 x 5 = \$123.40

Your monthly lifetime benefit
would be reduced by \$123.40,
and for 3½ years you would receive
an additional monthly temporary
annuity of \$500.

Temporary Annuity
Termination Age: 63

Retirement Age: 56

Monthly Temporary
Annuity Amount: \$500

Cost of Temporary Annuity:
\$44.42 x 5 = \$222.10

Your monthly lifetime benefit
would be reduced by \$222.10,
and for 7 years you would receive
an additional monthly temporary
annuity of \$500.

Temporary Annuity
Termination Age: 68

Retirement Age: 56

Monthly Temporary
Annuity Amount: \$500

Cost of Temporary Annuity:
\$66.16 x 5 = \$330.80

Your monthly lifetime benefit
would be reduced by \$330.80,
and for 12 years you would receive
an additional monthly temporary
annuity of \$500.

Note: The number of years you will receive temporary annuity payments depends on your age at retirement and the age you elect to terminate the temporary annuity. For example, your age at retirement is 56¼ and you elect temporary annuity to age 63; you would receive an additional monthly temporary annuity benefit for 6¾ years (the period of time between your age at retirement and the temporary annuity termination age).

CalPERS Membership On or After July 1, 1982 and Prior to January 1, 2002 (Cost Per \$100 of Temporary Annuity)

		Termination Age									
		59 ½	60	61	62	63	64	65	66	67	68
Retirement Age Shown in whole years. Actual cost decreases for each ¼ year of age.	50	\$50.24	\$52.21	\$56.02	\$59.62	\$63.03	\$66.26	\$69.31	\$72.21	\$74.94	\$77.54
	51	46.65	48.76	52.82	56.67	60.32	63.77	67.03	70.12	73.05	75.82
	52	42.75	45.01	49.35	53.47	57.36	61.05	64.54	68.44	70.98	73.94
	53	38.52	40.93	45.58	49.98	54.15	58.10	61.83	65.37	68.72	71.88
	54	33.91	36.50	41.48	46.19	50.65	54.88	58.87	62.66	66.24	69.63
	55	28.91	31.67	37.01	42.06	46.84	51.36	55.64	59.70	63.54	67.17
	56	23.46	26.42	32.14	37.55	42.67	47.52	52.11	56.46	60.57	64.47
	57	17.52	20.69	26.83	32.63	38.13	43.33	48.25	52.91	57.33	61.50
	58	11.03	14.44	21.03	27.26	33.15	38.74	44.02	49.03	53.76	58.25
	59	3.88	7.62	14.69	21.38	27.72	33.71	39.39	44.77	49.85	54.67
	60			7.75	14.95	21.76	28.21	34.31	40.09	45.56	50.74
	61				7.90	15.23	22.17	28.74	34.96	40.85	46.42
	62					8.06	15.53	22.61	29.31	35.65	41.66
	63						8.23	15.86	23.09	29.93	36.40
	64							8.41	16.21	23.60	30.59
	65								8.60	16.59	24.15
	66									8.81	16.99
	67										9.03

The following examples show how your lifetime retirement benefit would be reduced if you choose a **temporary annuity for 3½, 7, or 12 years**.

Temporary Annuity
Termination Age: 59½ (minimum)

Retirement Age: 56

Monthly Temporary
Annuity Amount: \$500

Cost of Temporary Annuity:
\$23.46 x 5 = \$117.30

Your monthly lifetime benefit
would be reduced by \$117.30,
and for 3½ years you would receive
an additional monthly temporary
annuity of \$500.

Temporary Annuity
Termination Age: 63

Retirement Age: 56

Monthly Temporary
Annuity Amount: \$500

Cost of Temporary Annuity:
\$42.67 x 5 = \$213.35

Your monthly lifetime benefit
would be reduced by \$213.35,
and for 7 years you would receive
an additional monthly temporary
annuity of \$500.

Temporary Annuity
Termination Age: 68

Retirement Age: 56

Monthly Temporary
Annuity Amount: \$500

Cost of Temporary Annuity:
\$64.47 x 5 = \$322.35

Your monthly lifetime benefit
would be reduced by \$322.35,
and for 12 years you would receive
an additional monthly temporary
annuity of \$500.

CalPERS Membership On or After January 1, 2002 (Cost Per \$100 of Temporary Annuity)

		Termination Age								
		62	63	64	65	66	67	68	69	70
Retirement Age Shown in whole years. Actual cost decreases for each ¼ year of age.	50	\$59.62	\$63.03	\$66.26	\$69.31	\$72.21	\$74.94	\$77.54	\$79.99	\$82.31
	51	56.67	60.32	63.77	67.03	70.12	73.05	75.82	78.44	80.92
	52	53.47	57.36	61.05	64.54	68.44	70.98	73.94	76.74	79.40
	53	49.98	54.15	58.10	61.83	65.37	68.72	71.88	74.88	77.72
	54	46.19	50.65	54.88	58.87	62.66	66.24	69.63	72.85	75.89
	55	42.06	46.84	51.36	55.64	59.70	63.54	67.17	70.61	73.86
	56	37.55	42.67	47.52	52.11	56.46	60.57	64.47	68.15	71.64
	57	32.63	38.13	43.33	48.25	52.91	57.33	61.50	65.46	69.20
	58	27.26	33.15	38.74	44.02	49.03	53.76	58.25	62.49	66.51
	59	21.38	27.72	33.71	39.39	44.77	49.85	54.67	59.23	63.54
	60	14.95	21.76	28.21	34.31	40.09	45.56	50.74	55.64	60.28
	61	7.90	15.23	22.17	28.74	34.96	40.85	46.42	51.70	56.69
	62		8.06	15.53	22.61	29.31	35.65	41.66	47.34	52.72
	63			8.23	15.86	23.09	29.93	36.40	42.53	48.34
	64				8.41	16.21	23.60	30.59	37.21	43.47
	65					8.60	16.59	24.15	31.30	38.08
	66						8.81	16.99	24.74	32.06
	67							9.03	17.42	25.35
	68								9.27	17.88
	69									9.53

The following examples show how your lifetime retirement benefit would be reduced if you choose a **temporary annuity for 6, 10, or 14 years**. The amount of temporary annuity you request cannot exceed your estimated Social Security benefit.

Temporary Annuity Termination Age: 62 (minimum)	Temporary Annuity Termination Age: 66	Temporary Annuity Termination Age: 70
Retirement Age: 56	Retirement Age: 56	Retirement Age: 56
Monthly Temporary Annuity Amount: \$500	Monthly Temporary Annuity Amount: \$500	Monthly Temporary Annuity Amount: \$500
Cost of Temporary Annuity: \$37.55 x 5 = \$187.75	Cost of Temporary Annuity: \$56.46 x 5 = \$282.30	Cost of Temporary Annuity: \$71.64 x 5 = \$358.20
Your monthly lifetime benefit would be reduced by \$187.75, and for 6 years you would receive an additional monthly temporary annuity of \$500.	Your monthly lifetime benefit would be reduced by \$282.30, and for 10 years you would receive an additional monthly temporary annuity of \$500.	Your monthly lifetime benefit would be reduced by \$358.20, and for 14 years you would receive an additional monthly temporary annuity of \$500.

Note: The number of years you will receive temporary annuity payments depends on your age at retirement and the age you elect to terminate the temporary annuity. For example, your age at retirement is 56-1/4 and you elect temporary annuity to age 63; you would receive an additional monthly temporary annuity benefit for 6-3/4 years (the period of time between your age at retirement and the temporary annuity termination age).

FREQUENTLY ASKED QUESTIONS

What happens in the event of my death?

If you die before your temporary annuity ends, the remaining payments will be paid in a lump sum to your eligible beneficiaries.

How are my beneficiaries affected?

Since you will be reducing your monthly lifetime benefit in order to receive a temporary annuity, you will also be reducing the monthly lifetime benefit available to a beneficiary. Temporary annuity will not affect Survivor Continuance (if your retirement includes this benefit). Survivor Continuance will still be based on your retirement benefit before any reduction for temporary annuity.

How do I apply for a temporary annuity?

You must complete a Service Retirement Election Application, published in the publication *A Guide to Completing Your CalPERS Service Retirement Election Application*. Complete the section that indicates whether you want to receive a temporary annuity, to what age, and for what amount. Submit the application to CalPERS no more than three months before your retirement date.

What about my income taxes?

The Internal Revenue Service, the Franchise Tax Board, or your tax advisor can advise you on how a temporary annuity can affect your tax liability.

Other Important Information

Consider these additional factors before electing a temporary annuity at retirement.

- Your unmodified retirement allowance cannot be reduced by more than one-half to pay for a temporary annuity.
- Your unmodified retirement allowance cannot be reduced by an amount greater than the portion of your benefit that is based on the contributions of your employer. CalPERS will notify you if this is your situation.
- The temporary annuity will be combined in one check with your reduced lifetime benefit until the temporary annuity ends.
- Your final temporary annuity payment will be included in your monthly benefit issued at the beginning of your birth month. For example, if your birthday is June 28, your temporary annuity will end with your June 1 payment.

BECOME A MORE INFORMED MEMBER

CalPERS On-Line

Visit our website at www.calpers.ca.gov for more information on all your benefits and programs.

Reaching Us By Phone

Call us toll free at **888 CalPERS** (or 888-225-7377).

Monday through Friday, 8:00 a.m. to 5:00 p.m.

TTY: For Speech & Hearing Impaired (916) 795-3240

my|CalPERS

Stay informed and be in control of the information you want and need — with **my|CalPERS**!

my|CalPERS is the personalized and secure website that provides all your retirement, health, and financial information in one place. Take advantage of the convenience of 24/7 access to learn more about CalPERS programs and services that are right for you in your career stage. With **my|CalPERS**, you can:

- Get quick and easy access to all your account information.
- Manage and update your contact information and online account profile.
- Access information about your health plan and family members enrolled in your plan.
- See all the information you need to make health plan decisions.
- View, print, and save online statements.
- Go “green” by opting out of receiving future statements by mail.
- Use financial planning tools to calculate your retirement benefit estimate, estimate your service credit cost, and even request a staff-prepared retirement estimate.
- Check statuses of requests to purchase service credit or applications for disability retirement.
- Keep informed with CalPERS News so you don’t miss a thing.

CalPERS Education Center

my|CalPERS is your gateway to the CalPERS Education Center. Whether you’re in the early stages of your career, starting to plan your retirement, or getting ready to retire, visit the CalPERS Education Center to:

- Take online classes that help you make important decisions about your CalPERS benefits and your future.
- Register for instructor-led classes at a location near you.
- Download class materials and access information about your current and past classes.
- Browse our retirement fair schedule.
- Make a personal appointment with a retirement counselor.

Log in today at my.calpers.ca.gov.

Visit Your Nearest CalPERS Regional Office

Visit the CalPERS Web site for directions to your local office.

Monday to Friday, 8:00 a.m. to 5:00 p.m.

Fresno Regional Office

10 River Park Place East, Suite 230

Fresno, CA 93720

Glendale Regional Office

Glendale Plaza

655 North Central Avenue, Suite 1400

Glendale, CA 91203

Orange Regional Office

500 North State College Boulevard, Suite 750

Orange, CA 92868

Sacramento Regional Office

Lincoln Plaza East

400 Q Street, Room E1820

Sacramento, CA 95811

San Bernardino Regional Office

650 East Hospitality Lane, Suite 330

San Bernardino, CA 92408

San Diego Regional Office

7676 Hazard Center Drive, Suite 350

San Diego, CA 92108

San Jose Regional Office

181 Metro Drive, Suite 520

San Jose, CA 95110

Walnut Creek Regional Office

1340 Treat Blvd., Suite 200

Walnut Creek, CA 94597

INFORMATION PRACTICES STATEMENT

The Information Practices Act of 1977 and the Federal Privacy Act require the California Public Employees' Retirement System to provide the following information to individuals who are asked to supply information. The information requested is collected pursuant to the Government Code (Sections 20000, et seq.) and will be used for administration of the CalPERS Board's duties under the California Public Employees' Retirement Law, the Social Security Act, and the Public Employees' Medical and Hospital Care Act, as the case may be. Submission of the requested information is mandatory. Failure to supply the information may result in the System being unable to perform its function regarding your status and eligibility for benefits. Portions of this information may be transferred to State and public agency employers, State Attorney General, Office of the State Controller, Teale Data Center, Franchise Tax Board, Internal Revenue Service, Workers' Compensation Appeals Board, State Compensation Insurance Fund, County District Attorneys, Social Security Administration, beneficiaries of deceased members, physicians, insurance carriers, and various vendors who prepare the microfiche or microfilm for CalPERS. Disclosure to the aforementioned entities is done in strict accordance with current statutes regarding confidentiality.

You have the right to review your membership file maintained by the System. For questions concerning your rights under the Information Practices Act of 1977, please contact the Information Coordinator, CalPERS, 400 Q Street, P.O. Box 942702, Sacramento, CA 94229-2702.

While reading this material, remember that we are governed by the Public Employees' Retirement Law and the Alternate Retirement Program provisions in the Government Code, together referred to as the Retirement Law. The statements in this publication are general. The Retirement Law is complex and subject to change. If there is a conflict between the law and this publication, any decisions will be based on the law and not this publication. If you have a question that is not answered by this general description, you may make a written request for advice regarding your specific situation directly to CalPERS.



Retirement Allowance Estimate Request

888 CalPERS (or 888-225-7377) • TTY for Speech and Hearing Impaired: (916) 795-3240

This is not an application for retirement. This is a request for an estimate of potential future retirement benefit amounts that will assist you with your financial planning. See the back of this form for detailed instructions.

Section 1

Provide the address you would like your estimated retirement allowance sent to.

Information About You

Name of Member (First Name, Middle Initial, Last Name)		Social Security Number
Birth Date (mm/dd/yyyy)	Daytime Phone	Evening Phone
Address		
City	State	ZIP

Section 2

Not all CalPERS members are eligible for industrial disability retirement. Contact your personnel office for eligibility information.

Retirement Information

Type of estimate for your retirement allowance ☐ Service ☐ Disability ☐ Industrial Disability

Employer	Projected Retirement Date (mm/dd/yyyy)
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Are you a member of another retirement system that has established reciprocity with CalPERS? ☐ No ☐ Yes

Name of System	Estimate Final Compensation Amount
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Final Compensation Period

Do you have any final compensation period higher than the last consecutive 12 or 36 months?

☐ No ☐ Yes, from Beginning Date (mm/dd/yyyy) to Ending Date (mm/dd/yyyy)

Temporary Annuity - Complete the information below to request a Temporary Annuity estimate.

For an additional Temporary Annuity allowance, you elect to reduce your monthly allowance for life. ☐ No ☐ Yes

If you first became a member on January 1, 2002, or later, you elect to receive Temporary Annuity until

age (62 to 70) in the amount of \$ Dollars per month.

..... or

If you first became a member prior to January 1, 2002, you elect to receive Temporary Annuity until

age (59½ or whole age 60 to 68) in the amount of \$ Dollars per month.

Section 3

Individual Lifetime Beneficiary (2, 2W, 3, 3W)

Name of Beneficiary	Relationship to You	Birth Date (mm/dd/yyyy)
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Section 4

Information About Your Survivor Continuance

Do you have an eligible survivor? ☐ No ☐ Yes

Section 5

Your Option 4 Retirement Options

<input type="checkbox"/> Option 2W & Option 1 combined	<input type="checkbox"/> Option 3W & Option 1 combined
<input type="checkbox"/> Specific Percentage to Beneficiary Percentage %	<input type="checkbox"/> Specific Dollar Amount to Beneficiary \$ Amount
<input type="checkbox"/> Reduced Allowance by Percentage or Dollar Amount through Date (mm/yyyy)	
<input type="checkbox"/> Multiple Lifetime Beneficiaries Birth Date (mm/dd/yyyy) Birth Date (mm/dd/yyyy) Birth Date (mm/dd/yyyy)	
<input type="checkbox"/> Reduced Allowance Upon Death of Member or Beneficiary \$ Reduction Amount	

Mail to:

CalPERS Member Services Division • P.O. Box 942717, Sacramento, California 94229-2717

Section 1

Information About You

Name: Provide your first name, middle initial, and last name.

Social Security Number: Provide your Social Security Number.

Birth Date: Provide month, day, and complete year.

Mailing Address: Provide the mailing address where you want to receive your estimated retirement allowance.

Telephone Number(s): Provide us your home and/or work number in case we need to reach you.

Section 2

Information About Your Retirement Estimate

Projected Retirement Date: List your projected retirement date. The minimum retirement age for service retirement for most CalPERS members is age 50 with five years of CalPERS service credit. State members under the Second Tier retirement plan must be 55 years old with ten years of service credit. There are some exceptions to these requirements.

Type of Estimate for Retirement Allowance: Select the type of retirement estimate you wish to receive. Not all CalPERS members are eligible for an industrial disability retirement. Please contact your personnel office for information on eligibility.

Other California Public Retirement Systems: Reciprocity is an agreement CalPERS has with many California public retirement systems that allows movement among public employers within a specified time limit, without losing valuable retirement and related benefit rights. For additional information please refer to the *When You Change Retirement Systems* publication.

Final Compensation Period: Your final compensation is the highest average salary during any consecutive 12 or 36 month period. Which compensation period we use depends on your employer's contract with CalPERS. To calculate the final compensation, CalPERS takes your last day on payroll, and goes back 12 or 36 consecutive months. **Only** enter information for the final compensation period if you wish to specify a period of time other than the last 12 or 36 consecutive months before your estimated retirement date.

Temporary Annuity is an additional monthly income you may choose to augment your pension from CalPERS. If you take a disability retirement, a Temporary Annuity is not available. The benefit is payable from your retirement date to a specific age that you select. If your CalPERS membership date is prior to 01/01/2002, you may choose age 59½ or any whole age from 60-68. If your CalPERS membership date is on or after 01/01/2002, you may choose any whole age 62-70. You can also name the dollar amount you wish to receive (certain limitations apply, please refer to the Temporary Annuity publication). If your CalPERS membership date is on or after 01/01/2002 the amount of Temporary Annuity cannot exceed the amount expected from Social Security at the age specified, provided you made contributions to Social Security while employed with a CalPERS employer. It is important to note that this benefit is not free. Your CalPERS monthly lifetime retirement allowance is reduced to pay for your Temporary Annuity. For additional information, please refer to the *Temporary Annuity* publication.

Section 3

Individual Lifetime Beneficiary (2, 2W, 3, 3W)

A beneficiary is any person(s) you designate to receive a benefit after your death. If you would like to provide a lifetime monthly benefit to a beneficiary, we need their date of birth.

Relationship to You: A beneficiary can be a spouse, child, friend, etc.

Beneficiary Birth Date: Provide month, day, and complete year.

Section 4

Information About Your Survivor Continuance

Survivor Continuance is an employer-paid benefit payable to an eligible survivor upon your death. An eligible survivor is a spouse married to you or a domestic partner legally recognized in California as your domestic partner on and at least one year prior to your tentative retirement date and continuously until your death (for Disability or Industrial Disability Retirement, these conditions must be met on or before the effective date of your disability or industrial disability retirement); or an unmarried child under age 18 or disabled; or an economically dependent parent.

Section 5

Your Retirement Options

CalPERS will provide you an estimate for the standard options (1, 2, 2W, 3, 3W). If none of these meets your needs, you may request one of the Option 4 allowances, as long as the amount to your beneficiary(ies) is not more than the benefit provided under Option 2W. For additional information please refer to the *Retirement Option 4* publication.



California Public Employees' Retirement System

400 Q Street
P.O. Box 942701
Sacramento, CA 94229-2701

888 CalPERS (or 888-225-7377)
www.calpers.ca.gov

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